

MIAMI-DADE COUNTY, FLORIDA

**BALANCE SHEET
GOVERNMENTAL FUNDS**

SEPTEMBER 30, 2003

(in thousands)

	General Fund	Community and Social Development Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:				
Cash and cash equivalents	\$ 9,161	\$ 4,462	\$ 153,235	\$ 166,858
Investments	60,775	7,945	789,385	858,105
Receivables, net	5,836	1,698	14,115	21,649
Delinquent taxes receivable	18,671		7,006	25,677
Allowance for uncollected delinquent taxes	(18,671)		(7,006)	(25,677)
Due from other funds	116,528	80	9,412	126,020
Due from other governments	60,767	31,206	118,542	210,515
Mortgages and loans receivable, net		121,107	173,850	294,957
Inventories	17,513		794	18,307
Other assets		10	32,684	32,694
Total assets	<u>\$ 270,580</u>	<u>\$ 166,508</u>	<u>\$ 1,292,017</u>	<u>\$ 1,729,105</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts payable and accrued liabilities	\$ 71,618	\$ 16,288	\$ 66,267	\$ 154,173
Retainage payable		8	18,078	18,086
Due to other funds		236	68,405	68,641
Due to other governments	2,319		15,330	17,649
Deferred revenues	1,663	5,629	27,471	34,763
Assets held in trust		121,414	216,239	337,653
Total liabilities	<u>75,600</u>	<u>143,575</u>	<u>411,790</u>	<u>630,965</u>
Fund balances:				
Reserved for encumbrances	22,234	3,827	252,184	278,245
Reserved for inventories	17,513		794	18,307
Reserved for receivables	5,000		1,069	6,069
Reserved for mortgages receivable		9,825	173,850	183,675
Reserved for debt service			72,893	72,893
Reserved for permanent endowments			3,260	3,260
Reserved for environmentally endangered lands	68,357			68,357
Reserved for stormwater utility	18,146			18,146
Unreserved, reported in major funds	63,730	9,281		73,011
Unreserved, reported in nonmajor:				
Special revenue funds			176,276	176,276
Capital project funds			199,668	199,668
Permanent funds			233	233
Total fund balances	<u>194,980</u>	<u>22,933</u>	<u>880,227</u>	<u>1,098,140</u>
Total liabilities and fund balances	<u>\$ 270,580</u>	<u>\$ 166,508</u>	<u>\$ 1,292,017</u>	<u>\$ 1,729,105</u>

The notes to the financial statements are an integral part of this statement.

MIAMI-DADE COUNTY, FLORIDA

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS**

SEPTEMBER 30, 2003

(in thousands)

Total fund balances--governmental funds \$ 1,098,140

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Land	\$	511,150	
Buildings and building improvements		1,670,132	
Machinery and equipment		279,607	
Infrastructure		2,047,058	
Construction in progress		407,475	
Accumulated depreciation		<u>(1,957,631)</u>	
Total capital assets			2,957,791

The Internal Service Fund is used to charge the cost of self-insurance to individual funds.

The assets and liabilities (including \$164,510,000 of estimated claims payable) of the Internal Service Fund are included in the governmental activities section of the Statement of Net Assets. (95,346)

The Statement of Net Assets includes an adjustment to reflect an allocation of the internal service fund loss to business-type activities. This adjustment increases the Internal Balances account of governmental activities. 23,699

Some liabilities are not due and payable in the current period and therefore are not reported in the fund statements. Those liabilities consist of:

Bonds, loans, and notes payable	\$	(1,485,814)	
Accrued interest payable		(33,883)	
Compensated absences		(267,881)	
Accrued post-retirement health insurance benefits		(5,421)	
Arbitrage rebate liability		(52)	
Due to Housing Finance Authority		(7,000)	
Other liabilities		<u>(16,448)</u>	
Total long-term liabilities			(1,816,499)

The Statement of Net Assets includes certain assets that are not available to pay for the current period's expenditures, but the fund statements exclude those assets.

Accounts receivable for revenues "not available" 35,461

Bond issuance costs are treated as expenditures in the governmental funds, but are deferred to future periods in the Statement of Net Assets (amortized over the life of the bonds). 4,752

Net assets of governmental activities \$ 2,207,998

The notes to the financial statements are an integral part of this statement.

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MIAMI-DADE COUNTY, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2003

(in thousands)

	General Fund	Community and Social Development Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$ 976,575	\$ 1,979	\$ 592,094	\$ 1,570,648
Special tax assessments			55,461	55,461
Licenses and permits	78,246	25	4,412	82,683
Intergovernmental revenues	192,237	129,764	449,408	771,409
Charges for services	168,331	2,365	73,854	244,550
Fines and forfeitures	33,401		15,353	48,754
Investment income	6,949	453	25,972	33,374
Other	43,392	82,851	48,405	174,648
Total revenues	1,499,131	217,437	1,264,959	2,981,527
Expenditures:				
Current:				
Policy formulation and general government	310,698		85,983	396,681
Protection of people and property	667,135		280,758	947,893
Physical environment	55,450		85,088	140,538
Transportation	23,751		145,972	169,723
Health	13,706		19,435	33,141
Human services		216,928	2,105	219,033
Socio-economic environment	11,246	63,430	276,550	351,226
Culture and recreation	77,183		125,494	202,677
Debt service:				
Principal retirement			93,089	93,089
Interest			50,157	50,157
Other			393	393
Capital outlay	24,959	85	223,510	248,554
Total expenditures	1,184,128	280,443	1,388,534	2,853,105
Excess (deficiency) of revenues over expenditures	315,003	(63,006)	(123,575)	128,422
Other financing sources (uses):				
Long-term debt issued			101,810	101,810
Premium (discount) on long-term debt			514	514
Transfers in	47,422	57,427	190,856	295,705
Transfers out	(407,850)	(2,122)	(287,195)	(697,167)
Total other financing sources (uses)	(360,428)	55,305	5,985	(299,138)
Net change in fund balances	(45,425)	(7,701)	(117,590)	(170,716)
Fund balances--beginning	239,997	30,634	997,817	1,268,448
Increase (decrease) in reserve for inventory	408			408
Fund balances--ending	\$ 194,980	\$ 22,933	\$ 880,227	\$ 1,098,140

The notes to the financial statements are an integral part of this statement.

MIAMI-DADE COUNTY, FLORIDA

**RECONCILIATION OF THE CHANGE IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2003**

(in thousands)

Net change in fund balances - total governmental funds **\$ (170,716)**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital outlay	\$ 248,554	
Depreciation expense	(113,520)	
Excess of capital outlay over depreciation expense		135,034

The issuance of long-term debt provides a source of current financial resources to governmental funds. However, issuing debt increases long-term liabilities in the statement of net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, but these amounts are deferred and amortized in the statement of activities. In the current year, these amounts consist of:

Bonds and notes issued, including premium of \$514,000	\$ (102,543)	
Bond issuance costs paid during the current year	2,850	
Amortization/reduction of bond premium	2,161	
Amortization/reduction of bond issuance costs	(398)	
Total bond proceeds and related transactions		(97,930)

The repayment of long-term debt is reported as a use of financial resources in governmental funds, but reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond, loans and notes principal retirement	139,195
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Some revenues in the statement of activities do not provide current financial resources are not reported as revenues in the funds.	35,461
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Some revenues reported in the fund statements are revenues of prior periods and are not reported as revenues in the statement of activities.	(34,570)
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Interest accreted on capital appreciation debt	\$ (24,028)	
Increase in compensated absences	(4,005)	
Net increase in inventories	408	
Net decrease in other long-term liabilities	789	
Total additional expenditures		(26,836)

(continued)

MIAMI-DADE COUNTY, FLORIDA

**RECONCILIATION OF THE CHANGE IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2003**

(in thousands)

Interest expense in the statement of activities includes additional accrued interest calculated for bonds and notes payable. The fund statements report payments of interest expense related to prior periods, which has been eliminated in the statement of activities.

Additional accrued interest expense	\$ (33,883)	
Interest expense, prior period	<u>21,444</u>	\$ (12,439)

The Internal Service Fund is used by management to charge the costs of self-insurance to individual funds. The change in net assets of the fund was reported with the governmental activities in the statement of activities. (47,906)

The amount of the Internal Service Fund's loss on transactions with business-type activities was eliminated from the governmental activities in the Statement of Activities. 14,006

Loss on the sale or disposal of capital assets is reported in the Statement of Activities, but is not reported in the fund financial statements. (14,172)

Proceeds on the sale of capital assets are reported in the fund statements, but not reported in the Statement of Activities. (999)

Change in net assets of governmental activities \$ (81,872)

The notes to the financial statements are an integral part of these statements.